## Local Government Mandate Statement Kentucky Legislative Research Commission 2020 Regular Session

**Part I: Measure Information** 

Bill Request #: 150
Bill #: HB 264 HCS 1
<b>Document ID #:</b> <u>3676</u>
<b>Bill Subject/Title:</b> AN ACT realting to local government payment for purchases and standing orders, and declaring an emergency.
Sponsor: Representative Rob Rothenburger
Unit of Government: X City X County X Urban-County  X Charter County X Consolidated Local X Government
Office(s) Impacted: All areas that make purchases.
Requirement: X Mandatory Optional
Effect on  Powers & Duties: X Modifies Existing Adds New Eliminates Existing  Part II: Bill Provisions and the Estimated Fiscal Impact Polating to Local

## Part II: Bill Provisions and the Estimated Fiscal Impact Relating to Local Government

HB 264 HCS 1 clarifies that the written disapproval to justify delay of payment beyond the statutory thirty day window due to improper performances or invoicing by the vendor shall be at least a notation of disapproval on the invoice with notice to the vendor by postal or electronic means of the reason and justification for the delay.

HB 264 HCS 1 clarifies that any claim against the county that are budget line items and arise out of contracts executed by the fiscal court must be recorded in the fiscal court.

The fiscal impact of HB 264 HCS 1 on local governments is expected to be nil. These are procedural adjustments clarifying and augmenting statutory procedures already in place.

## Part III: Differences to Local Government Mandate Statement from Prior Versions

**HB 264 HCS 1 retains the provisions of HB 264 as introduced** except for the following deletions:

- Language requiring that claims paid as a requirement of state or federal law or regulation shall be paid by the county judge/executive by a warrant drawn on the county and co-signed by the county treasurer.
- Language that would have allowed specific claims to not be presented to the fiscal court for review prior to payment. Returns to the original wording that ALL claims must be presented to the fiscal court for review prior to payment.

The fiscal impact is still expected to be nil.

**Data Source(s):** LRC Staff

**Preparer:** Wendell F. Butler **Reviewer:** KHC **Date:** 1/29/20